

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01677A
TURNER RANCHES WATER & SANITATION CO
PO BOX 1020
APACHE JUNCTION, AZ 85217-1020



RECEIVED

MAY 05 2006

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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entered
5-5-06
RF

FOR COMMISSION USE

ANN04	05
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COMPANY INFORMATION

Company Name (Business Name) Turner Ranches Water & Sanitation Company

Mailing Address PO Box 1020
(Street)
Apache Junction Arizona 85217-1020
(City) (State) (Zip)

480-677-6080 480-677-6082 602-240-8051
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address jlopez2027@aol.com

Local Office Mailing Address 3880 S. De Niza Road
(Street)
Apache Junction Arizona 85219
(City) (State) (Zip)

Same as above
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address Same as above

MANAGEMENT INFORMATION

Management Contact: Fred T. Wilkinson President
(Name) (Title)

3880 S. De Niza Rd. Apache Junction Arizona 85234
(Street) (City) (State) (Zip)

480-677-6080 480-677-6082 602-240-8051
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address jlopez2027@aol.com

On Site Manager: First National Management Inc
(Name)

PO Box 1020 Apache Junction Arizona 85234
(Street) (City) (State) (Zip)

480-677-6080 480-677-6082 602-240-8051
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address jlopez2027@aol.com

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Charles Hulstrand

(Name)

151 N. Country Club Drive
(Street)

Mesa
(City)

Arizona
(State)

85201-6521
(Zip)

480-461-9000

Telephone No. (Include Area Code)

480-461-8543

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Same as Above

(Name)

Same as Above

(Street)

(City)

(State)

(Zip)

Same as Above

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☒ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	46,864.37	43,925.16	2,939.21
302	Franchises	3,613.30	3,263.59	349.71
303	Land and Land Rights	6,301.00	0	6,301.00
304	Structures and Improvements	115,292.41	92,191.85	23,100.56
307	Wells and Springs	739,112.91	558,730.18	180,382.73
311	Pumping Equipment	1,123,473.50	877,386.84	246,086.66
320	Water Treatment Equipment	438.85	438.85	0
330	Distribution Reservoirs and Standpipes	874,496.07	537,172.99	337,323.08
331	Transmission and Distribution Mains	1,197,402.49	624,585.05	572,817.44
333	Services	162,372.94	128,333.13	34,039.81
334	Meters and Meter Installations	163,613.40	82,756.11	80,857.29
335	Hydrants	215,947.84	99,066.91	116,880.93
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	18,481.74	4,691.03	13,790.71
341	Transportation Equipment	64,886.60	14,188.35	50,698.25
343	Tools, Shop and Garage Equipment	19,307.38	18,525.97	781.41
344	Laboratory Equipment			
345	Power Operated Equipment	19,366.94	19,366.94	0
346	Communication Equipment	2,668.14	2,022.94	645.20
347	Miscellaneous Equipment	567.81	129.81	438.00
348	Other Tangible Plant			
	TOTALS	4,774,207.69	3,106,775.70	1,667,431.99

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	46,864.37	1.30	608.11
302	Franchises	3,613.30	3.38	122.11
303	Land and Land Rights	6,301.00		
304	Structures and Improvements	115,292.41	4.52	5,207.69
307	Wells and Springs	739,112.91	4.35	32,136.82
311	Pumping Equipment	1,123,473.50	2.50	28,117.87
320	Water Treatment Equipment	438.85		
330	Distribution Reservoirs and Standpipes	874,496.07	2.06	18,039.29
331	Transmission and Distribution Mains	1,197,402.49	2.09	24,992.00
333	Services	162,372.94	3.69	5,991.64
334	Meters and Meter Installations	163,613.40	3.54	5,792.08
335	Hydrants	215,947.84	2.95	6,378.49
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	18,481.74	2.93	541.86
341	Transportation Equipment	64,886.60	3.34	2,169.62
343	Tools, Shop and Garage Equipment	19,307.38	.756	145.93
344	Laboratory Equipment			
345	Power Operated Equipment	19,366.94		
346	Communication Equipment	2,668.14	5.00	133.41
347	Miscellaneous Equipment	567.81	3.37	19.15
348	Other Tangible Plant			
	TOTALS	4,774,207.69		130,396.07

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 4,121.36	\$ 12,616.16
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	37,759.61	49,335.48
146	Notes/Receivables from Associated Companies	1,731,903.70	2,015,012.53
151	Plant Material and Supplies		
162	Prepayments	89,075.00	125,600.00
174	Miscellaneous Current and Accrued Assets	16,026.75	16,026.75
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1,878,886.42	\$ 2,218,590.92
	FIXED ASSETS		
101	Utility Plant in Service	\$ 4,798,449.40	\$ 4,774,204.69
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(3,003,128.11)	(3,106,775.70)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,795,321.29	\$ 1,667,428.99
	TOTAL ASSETS	\$ 3,674,207.71	\$ 3,886,019.91

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 75,469.12	\$ 28,830.94
232	Notes Payable (Current Portion)	8,677.43	5,725.78
234	Notes/Accounts Payable to Associated Companies	2,000.00	23,000.00
235	Customer Deposits	5,900.00	5,900.00
236	Accrued Taxes	99,465.00	10,794.00
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	322,962.31	310,748.68
	TOTAL CURRENT LIABILITIES	\$ 514,473.86	\$ 384,999.40
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 5,725.98	\$.20
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	29,628.00	29,628.00
	TOTAL DEFERRED CREDITS	\$ 29,628.00	\$ 29,628.00
	TOTAL LIABILITIES	\$ 549,827.84	\$ 414,627.60
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000,000.00	\$ 1,000,000.00
211	Paid in Capital in Excess of Par Value	1,031,365.11	1,031,365.11
215	Retained Earnings	1,096,837.76	1,436,087.57
	Prior Period Adjustments	(3,823.00)	3,939.63
	TOTAL CAPITAL	\$ 3,124,379.87	\$ 3,471,392.31
	TOTAL LIABILITIES AND CAPITAL	\$ 3,674,207.71	\$ 3,886,019.91

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 34,983.46	\$ 37,045.80
460	Unmetered Water Revenue	786,532.47	743,004.33
474	Other Water Revenues	200.00	160.00
	TOTAL REVENUES	\$ 821,715.93	\$ 780,210.13
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water	148,631.14	144,854.84
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	63,164.79	49,851.21
621	Office Supplies and Expense	31,787.84	34,913.59
630	Outside Services	204,000.00	113,500.00
635	Water Testing	3,118.88	2,401.58
641	Rents	6,594.00	7,033.00
650	Transportation Expenses	9,006.02	11,239.77
657	Insurance – General Liability	10,044.40	4,637.64
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	1,752.12	2,138.84
675	Miscellaneous Expense	16,197.00	14,397.30
403	Depreciation Expense	131,408.68	130,396.07
408	Taxes Other Than Income	5,136.38	4,542.36
408.11	Property Taxes	41,990.90	39,473.02
409	Income Tax	99,465.00	16,237.27
	TOTAL OPERATING EXPENSES	\$ 772,297.15	\$ 575,616.49
	OPERATING INCOME/(LOSS)	\$ 49,418.78	\$ 204,593.64
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 95,716.25	\$ 112,035.88
421	Non-Utility Income	14,039.16	8,605.94
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(1,596.10)	(949.40)
	TOTAL OTHER INCOME/(EXPENSE)	\$ 108,159.31	\$ 119,692.42
	NET INCOME/(LOSS)	\$ 157,578.09	\$ 324,286.06

COMPANY NAME: Turner Ranches Water Sanitation Co.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	07/23/01	07/23/01		
Source of Loan	Toyota Finance	Toyota Finance		
ACC Decision No.				
Reason for Loan	Vehicle	Vehicle		
Dollar Amount Issued	\$ 23,498.77	\$ 15,368.05	\$	\$
Amount Outstanding	\$ 3,281.56	\$ 2,444.42	\$	\$
Date of Maturity	07/23/06	07/23/06		
Interest Rate	8.5 %	8.5%	%	%
Current Year Interest	\$ 524.28	\$ 367.09	\$	\$
Current Year Principle	\$ 5,261.04	\$ 3,416.39	\$	\$

Meter Deposit Balance at Test Year End \$ 900.00

Meter Deposits Refunded During the Test Year \$ -0-

COMPANY NAME: Turner Ranches Water Sanitation Co.

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-518151	150	550	1,523	16	8	1987
55-610824	250	1,200	1,000	18	10	1972
55-621102	300	1,625	800	18	10	1953
55-621103	250	1,050	1,000	16	10	1959
55-621104	250	1,100	1,040	20	10	1949
55-508886	35	200	600	8	3	1984

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
City of Mesa (Effluent)		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
60	3-800 GPM	136	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
250,000	1		

COMPANY NAME: Turner Ranches Water and Sanitation Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	<u>AC</u>	<u>9,818</u>
8	<u>AC</u>	<u>44,971</u>
10	<u>AC</u>	<u>18,205</u>
12	<u>AC</u>	<u>5,800</u>

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	<u>1</u>
2	<u>2</u>
Comp. 3	
Turbo 3	<u>1</u>
Comp. 4	
Tubo 4	
Comp. 6	<u>1</u>
Tubo 6	<u>2</u>
Comp. 10	<u>5</u>

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

30' x 50' Prefabricated Steel Maintenance Building

OTHER:

NONE

COMPANY NAME: Turner Ranches Water and Sanitation Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2005

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	1060	4,156,800	2,912
FEBRUARY	1060	1,655,400	86
MARCH	1060	22,816,293	1,327
APRIL	1060	57,907,289	8,524
MAY	1062	76,721,821	13,617
JUNE	1063	86,450,986	71,658
JULY	1064	88,244,318	125,596
AUGUST	1063	51,174,134	55,251
SEPTEMBER	1065	59,557,885	98,112
OCTOBER	1064	65,175,872	62,881
NOVEMBER	1064	44,218,921	2,488
DECEMBER	1064	25,073,708	2,913
TOTAL			445,365

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 0.0013 mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

**TUNER RANCHES WATER & SANITATION CO.
ALPINE DIVISION ARSENIC LEVEL**

PWS # -----	POE # -----	DWR WELL# -----	ARSENIC LEVEL -----	ANALYSIS DATE -----
01053	1	55-508886	0.0013	05-20-04

**WELL MEETS THE NEW SAFE DRINKING WATER STANDARD OF 10 PARTS
PER BILLION.**

COMPANY NAME : Turner Ranches Water & Sanitation Co. YEAR ENDING 12/31/2005

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 40,466.65

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

TURNER RANCHES
WATER AND SANITATION COMPANY
 OPERATING ACCOUNT
 P.O. BOX 1020
 APACHE JUNCTION, AZ 85217-1020
 (480) 677-8080

BANK OF AMERICA ARIZONA
 MESA, AZ 85208
 01-170/1221

5033

5/16/2005

PAY TO THE ORDER OF Maricopa County Treasurer

\$ **20,518.45

Twenty Thousand Five Hundred Eighteen and 45/100***** DOLLARS

Maricopa County Treasurer
 P O Box 78574
 Phoenix, Az 85062-8574

TWO SIGNATURES
 REQUIRED OVER \$500.00

Fred L. Wilkins
Judy A. Lopez

MEMO Parcel # 627-90-408 1

⑈005033⑈ ⑈122101706⑈

235⑈04335⑈ ⑈0002051845⑈

1900210190

0402/09
 05122005
 1119013314
 BANK ONE, NA

70775452

7/05 0220 01 P01
 VS DATE 05/17/05
 P13 E C 050 AZ

NOT VALID
 OUT PRE IDIC
 ABSENCE OF NDO
 MENT GUARANTEE
 BANK ONE, NA

1705 137 002 059 040 1 22790408 1 27357-05

6/15/2005

\$ **277.22

DOLLARS

**TWO SIGNATURES
REQUIRED OVER \$500.00**

Fred H. Wilkin

Judy A. Lopez
433571 00000222

MEMO. 627 90 408 1

1100506311 122210170612

235-043357

00000 2 2 2 2 2

50/12/90 JIM SA

CONFIDENTIAL
NAME OF PAYEE WITH
OUT PREJUDICE
ABSENCE OF ENDORSE-
MENT GUARANTEED BY
BANK ONE, N.A.

0960391577 1 7016410 1 016 921 118 111 9207

TURNER RANCHES

WATER AND SANITATION COMPANY

OPERATING ACCOUNT

P.O. BOX 1020

APACHE JUNCTION, AZ 85217-1020

(480) 677-6080

BANK OF AMERICA ARIZONA

MESA, AZ 85206

01-170/1221

5176

10/19/2005

PAY TO THE ORDER OF Maricopa County Treasurer

\$ **19,670.98

Nineteen Thousand Six Hundred Seventy and 98/100*****

DOLLARS

Maricopa County Treasurer

P O Box 78574

Phoenix, Az 85062-8574

**TWO SIGNATURES
REQUIRED OVER \$500.00**

Fred L. Williams

Judy A. Lopez

MEMO

⑈005176⑈ ⑆122101706⑆

235⑈043357⑈

⑈0001968098⑈

**CREDIT TO ACCT OF
NAMED PAYEE WITH
OUT PREJUDICE
ABSENCE OF ENDORSE
MENT GUARANTEED BY
JPMORGAN CHASE NA**

2005 299 711 687 010 1153565 7 23109265018

40714278 8/27/05

**US DATE 10/27/05
PROCESSED BY
10/27/05**

10/27/05

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

MAY 05 2006

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE Fred T. Wilkinson, Vice President
COMPANY NAME Turner Ranches Water & Sanitation Company

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

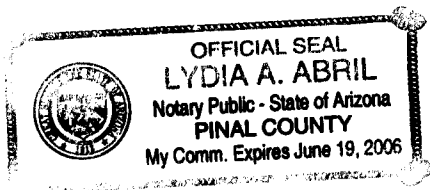
MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



✓ *Judy A. Lopez*
SIGNATURE OF OWNER OR OFFICIAL

✓ 480 - 677 - 6080
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

04

DAY OF

(SEAL)

COUNTY NAME <u>Pinal</u>	
MONTH <u>May</u>	.20 <u>06</u>

MY COMMISSION EXPIRES

June 19, 2006

Lydia A. Abril
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Turner Ranches Water & Sanitation Co. YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>317,892.00</u>
Estimated or Actual Federal Tax Liability	<u>107,228.00</u>

State Taxable Income Reported	<u>341,701.00</u>
Estimated or Actual State Tax Liability	<u>23,809.00</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>-0-</u>
Amount of Gross-Up Tax Collected	<u>-0-</u>
Total Grossed-Up Contributions/Advances	<u>-0-</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

✓ Judy A. Lopez
SIGNATURE

✓ 5/4/06
DATE

✓ Judy A Lopez
PRINTED NAME

✓ Sec. / Tres.
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAY 05 2006

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Fred T. Wilkinson, Vice President
COMPANY NAME
Turner Ranches Water & Sanitation Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 831,212.00

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 51,463.00
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

Judy A. Lopez
SIGNATURE OF OWNER OR OFFICIAL
✓ 480-677-6080
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS _____ **DAY OF**



**OFFICIAL SEAL
LYDIA A. ABRIL
(Notary Public - State of Arizona)
PINAL COUNTY
My Comm. Expires June 19, 2006**

MY COMMISSION EXPIRES

COUNTY NAME	<u>Pinal</u>
MONTH	<u>May</u> .20 <u>06</u>

Lydia A. Abril
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAY 05 2006

VERIFICATION

AZ CORP COMM
Director Utilities

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>Fred T. Wilkinson</u>	TITLE <u>Vice President</u>
COMPANY NAME <u>Turner Ranches Water & Sanitation Company</u>	

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 831,212

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 51,463
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

✓ Judy A. Lopez
SIGNATURE OF OWNER OR OFFICIAL

✓ 480-677-6080
TELEPHONE NUMBER

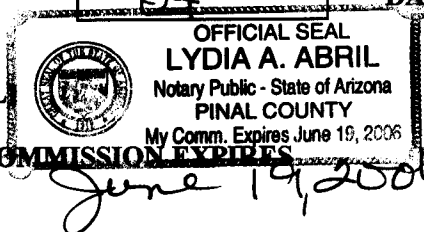
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 04 DAY OF

(SEAL)

MY COMMISSION EXPIRES



NOTARY PUBLIC NAME

COUNTY NAME Pinale

MONTH May

.2006

X

Lydia A. Abril
SIGNATURE OF NOTARY PUBLIC